

89TH CONGRESS
1ST SESSION

H. R. 6000

IN THE HOUSE OF REPRESENTATIVES

MARCH 9, 1965

Mr. FOGARTY introduced the following bill; which was referred to the Committee on Interstate and Foreign Commerce

A BILL

To amend the Public Health Service Act to improve the educational quality of schools of medicine, dentistry, and osteopathy, to authorize grants under that Act to such schools for the awarding of scholarships to needy students, and to extend expiring provisions of that Act for student loans and for aid in construction of teaching facilities for students in such schools and schools for other health professions, and for other purposes.

- 1 *Be it enacted by the Senate and House of Representa-*
- 2 *tives of the United States of America in Congress assembled,*
- 3 That this Act may be cited as the "Health Professions
- 4 Educational Assistance Amendments of 1965".

1 EDUCATIONAL IMPROVEMENT GRANTS AND SCHOLARSHIP
2 GRANTS TO SCHOOLS OF MEDICINE, DENTISTRY, AND
3 OSTEOPATHY

4 SEC. 2. (a) Title VII of the Public Health Service Act
5 is amended by adding at the end thereof the following new
6 parts:

7 "PART E—GRANTS TO IMPROVE THE QUALITY OF SCHOOLS
8 OF MEDICINE, DENTISTRY, AND OSTEOPATHY

9 "AUTHORIZATION OF APPROPRIATIONS

10 "SEC. 770. There are authorized to be appropriated
11 \$20,000,000 for the fiscal year ending June 30, 1966, and
12 such sums as may be necessary for each of the four succeed-
13 ing fiscal years, for grants under this part to assist schools
14 of medicine, dentistry, and osteopathy to improve the quality
15 of their educational programs.

16 "BASIC IMPROVEMENT GRANTS

17 "SEC. 771. (a) The Surgeon General may make basic
18 improvement grants as follows:

19 "(1) For the fiscal year ending June 30, 1966, each
20 school of medicine, dentistry, or osteopathy whose applica-
21 tion for a basic improvement grant for such year has been
22 approved by the Surgeon General shall be paid the sum of
23 \$12,500 plus the product obtained by multiplying \$250
24 by the number of full-time students in such school.

25 "(2) For each fiscal year in the period beginning

1 July 1, 1966, and ending June 30, 1970, each such school
2 whose application has been approved for such a grant for
3 such year shall be paid the sum of \$25,000 plus the product
4 obtained by multiplying \$500 by the number of full-time
5 students in such school.

6 “(b) For purposes of this part and part F, regulations
7 of the Surgeon General shall include provisions relating to
8 determination of the number of students enrolled in a school,
9 or in a particular year-class in a school, as the case may be,
10 on the basis of estimates, or on the basis of the number of
11 students enrolled in a school, or in a particular year-class in
12 a school, in an earlier year, as the case may be, or on such
13 basis as he deems appropriate for making such determina-
14 tion, and shall include methods of making such determina-
15 tions when a school or a year-class was not in existence in an
16 earlier year at a school.

17 “(c) For purposes of this part and part F, the term
18 ‘full-time students’ (whether such term is used by itself
19 or in connection with a particular year-class) means stu-
20 dents pursuing a full-time course of study leading to a degree
21 of doctor of medicine, doctor of dentistry or an equivalent
22 degree, or doctor of osteopathy.

23 “SPECIAL IMPROVEMENT GRANTS

24 “SEC. 772. From the sums appropriated under section
25 770 for any fiscal year and not required for making grants

1 under section 771, the Surgeon General may make an addi-
2 tional grant for such year to any school of medicine, den-
3 tistry, or osteopathy which has an approved application
4 therefor and for which an application has been approved
5 under section 771 if he determines that the applicant needs
6 additional financial assistance in order to strengthen its cur-
7 riculum or to improve the quality of its education. No
8 grant to any school under this section for any fiscal year
9 may exceed \$100,000 for the fiscal year ending June 30,
10 1966; \$200,000 for the fiscal year ending June 30, 1967;
11 \$300,000 for the fiscal year ending June 30, 1968; or
12 \$400,000 for the fiscal year ending June 30, 1969, or the
13 succeeding fiscal year.

14 "APPLICATIONS FOR GRANTS

15 "SEC. 773. (a) The Surgeon General may from time
16 to time set dates (not earlier than in the fiscal year pre-
17 ceding the year for which a grant is sought) by which
18 applications for basic or special grants under section 771
19 or 772 for any fiscal year must be filed.

20 "(b) To be eligible for a grant under this part, the ap-
21 plicant must (1) be a public or other nonprofit school of
22 medicine, dentistry, or osteopathy, and (2) be accredited by
23 a recognized body or bodies approved for such purpose by
24 the Commissioner of Education, except that the requirement
25 of this clause (2) shall be deemed to be satisfied if, (A) in

1 the case of a school which by reason of no, or an insufficient,
2 period of operation is not, at the time of application for a
3 grant under this part, eligible for such accreditation, the
4 Commissioner finds, after consultation with the appropriate
5 accreditation body or bodies, that there is reasonable assur-
6 ance that the school will meet the accreditation standards of
7 such body or bodies prior to the beginning of the academic
8 year following the normal graduation date of students who
9 are in their first year of instruction at such school during the
10 fiscal year in which the Surgeon General makes a final de-
11 termination as to approval of the application, or (B) in the
12 case of any other school, the Commissioner finds after such
13 consultation and after consultation with the Surgeon General
14 that there is reasonable ground to expect that, with the aid
15 of a grant or grants under this part, having regard for the
16 purposes of the grant sought, such school will meet such
17 accreditation standards within a reasonable time.

18 “(c) The Surgeon General shall not approve or disap-
19 prove any application for a grant under this part except after
20 consultation with the National Advisory Council on Medical
21 and Dental Education (established by section 774).

22 “(d) A grant under this part may be made only if the
23 application therefor is approved by the Surgeon General
24 upon his determination that the application meets the eligi-

1 bility conditions set forth in subsection (b) of this section,
2 sets forth plans for using the grants which the Surgeon
3 General finds give reasonable promise of strengthening and
4 improving the school's faculty and curriculum, contains such
5 additional information as he may require to make the deter-
6 minations required of him under this part and such assur-
7 ances as he may find necessary to carry out the purposes
8 of this part, and provides for such fiscal-control and account-
9 ing procedures and reports, and access to the records of
10 grant recipients, as he may require to assure proper disburse-
11 ment of and accounting for Federal funds paid to the
12 applicant under this part.

13 “(e) In considering applications for grants under sec-
14 tion 772, the Surgeon General shall take into consideration
15 the relative financial need of the applicant for such a grant,
16 the relative effectiveness of the applicant's plan in
17 strengthening and improving its faculty and curriculum and
18 in contributing to an equitable geographical distribution of
19 opportunities for high-quality training of physicians, dentists,
20 and osteopaths; and such other factors as he, after consulta-
21 tion with the National Advisory Council on Medical and
22 Dental Education, may deem relevant.

1 "NATIONAL ADVISORY COUNCIL ON MEDICAL AND DENTAL
2 EDUCATION

3 "SEC. 774. (a) There is hereby established in the Public
4 Health Service a National Advisory Council on Medical and
5 Dental Education consisting of the Surgeon General, who
6 shall be Chairman, and twelve members appointed without
7 regard to the civil service laws by the Surgeon General with
8 the approval of the Secretary of Health, Education, and Wel-
9 fare, and such appointments may be made for specified stag-
10 gered terms. The appointed members of the Council shall
11 be selected from among leading authorities in the fields of
12 medical and of dental education, respectively, except that
13 not less than three of such members shall be selected from
14 the general public.

15 "(b) The Council shall advise the Surgeon General in
16 the preparation of general regulations and with respect to
17 policy matters arising in the administration of this part and
18 part F, and in the review of applications under this part.

19 "(c) The Surgeon General is authorized to use the
20 services of any member or members of the Council in connec-
21 tion with matters related to the administration of this part

1 or part F, for such periods, in addition to conference periods,
2 as he may determine.

3 “(d) Appointed members of the Council, while attend-
4 ing conferences or meetings of the Council or while otherwise
5 serving at the request of the Surgeon General, shall be en-
6 titled to receive compensation at rates to be fixed by the
7 Secretary but not exceeding \$100 per day, including travel
8 time; and while away from their homes or regular places of
9 business they may be allowed travel expenses, including per
10 diem in lieu of subsistence, as authorized by section 5 of the
11 Administrative Expenses Act of 1946 (5 U.S.C. 73b-2) for
12 persons in the Government service employed intermittently.

13 “PART F—SCHOLARSHIP GRANTS TO SCHOOLS OF MEDI-
14 CINE, OSTEOPATHY, OR DENTISTRY

15 “SCHOLARSHIP GRANTS

16 “SEC. 780. (a) The Surgeon General shall make grants
17 as provided in this part to each public or other nonprofit
18 school of medicine, osteopathy, or dentistry, which is ac-
19 credited as provided in section 721 (b) (1) (B) or section
20 773 (b) (2), for scholarships to be awarded annually by
21 such school to students thereof.

22 “(b) The amount of the grant under subsection (a)
23 to each such school shall be equal to \$2,000 multiplied, (1)
24 for the fiscal year ending June 30, 1966, by one-tenth of
25 the number of full-time first-year students of such school;

1 (2) for the fiscal year ending June 30, 1967, by one-tenth
2 of the number of full-time first-year students and second-
3 year students of such school; (3) for the fiscal year ending
4 June 30, 1968, by one-tenth of the number of full-time first-
5 year students, second-year students, and third-year students
6 of such school; and (4) for the fiscal year ending June 30,
7 1969, and for the succeeding fiscal year, by one-tenth of
8 the number of full-time students of such school. For the
9 fiscal year ending June 30, 1971, and for each of the two
10 succeeding fiscal years, the grant under subsection (a) shall
11 be such amount as may be necessary to enable such school
12 to continue making payments under scholarship awards to
13 students who initially received such awards out of grants
14 made to the school for fiscal years ending prior to July 1,
15 1970.

16 “(c) (1) Scholarships may be awarded by schools from
17 grants under subsection (a) —

18 “(A) only to individuals who have been accepted
19 by them for enrollment as full-time first-year students, in
20 the case of awards from such grants for the fiscal year
21 ending June 30, 1966;

22 “(B) only to individuals who have been so ac-
23 cepted, and individuals enrolled and in good standing as
24 full-time second-year students, in the case of awards from
25 such grants for the fiscal year ending June 30, 1967;

1 “(C) only to individuals who have been so ac-
2 cepted, and individuals enrolled and in good standing as
3 full-time second-year or third-year students, in the case
4 of awards from such grants for the fiscal year ending
5 June 30, 1968;

6 “(D) only to individuals who have been so ac-
7 cepted, and individuals enrolled and in good standing as
8 full-time students, in the case of awards from such grants
9 for the fiscal year ending June 30, 1969, or for the suc-
10 ceeding fiscal year; and

11 “(E) only to individuals enrolled and in good
12 standing as full-time students who initially received
13 scholarship awards out of such grants for a fiscal year
14 ending prior to July 1, 1970, in the case of awards from
15 such grants for the fiscal year ending June 30, 1971, or
16 the two succeeding fiscal years.

17 “(2) Scholarships from grants under subsection (a) for
18 any school year shall be awarded to students, particularly
19 students from low-income families, on the basis of need for
20 financial assistance in pursuing a course of study at the school
21 for such year. Any such scholarship awarded for a school
22 year shall cover such portion of the student's tuition, fees,
23 books, equipment, and living expenses at the school making
24 the award, but not to exceed \$2,500 for any year, as such

1 school may determine the student needs for such year on the
2 basis of his requirements and financial resources.

3 “(d) Grants under subsection (a) shall be made in
4 accordance with regulations prescribed after consultation with
5 the National Advisory Council on Medical and Dental
6 Education.

7 “(e) Grants under subsection (a) may be paid in ad-
8 vance or by way of reimbursement, and at such intervals
9 as the Surgeon General may find necessary; and with ap-
10 propriate adjustments on account of overpayments or under-
11 payments previously made.”

12 (b) Section 724 of such Act (containing definitions) is
13 amended by striking out “As used in this part” and inserting
14 in lieu thereof “As used in this part and parts C, E, and F”;
15 and section 740 (a) of such Act is amended by striking out
16 “(as defined in section 724)”.

17 EXTENSION OF CONSTRUCTION PROGRAM FOR MEDICAL,
18 DENTAL, AND OTHER HEALTH PROFESSION SCHOOLS

19 SEC. 3. (a) Effective with respect to appropriations for
20 fiscal years beginning after June 30, 1966, section 720 of
21 such Act is amended to read as follows:

22 “SEC. 720. There are authorized to be appropriated for
23 the fiscal year ending June 30, 1967, and for each of the

1 four succeeding fiscal years, such sums as may be necessary
2 for—

3 “(1) grants to assist in the construction of new
4 teaching facilities for the training of physicians, pharma-
5 cists, optometrists, podiatrists, or professional public
6 health personnel;

7 “(2) grants to assist in the construction of new
8 teaching facilities for the training of dentists; and

9 “(3) grants to assist in the replacement or re-
10 habilitation of existing teaching facilities for the
11 training of physicians, pharmacists, optometrists, podi-
12 atrists, professional public health personnel, or dentists.
13 Sums so appropriated shall remain available until expended.”

14 (b) Subsection (a) of section 721 of such Act is
15 amended to read as follows:

16 “(a) The Surgeon General may from time to time set
17 dates (not earlier than in the fiscal year preceding the year
18 for which a grant is sought) by which applications for grants
19 under this part for any fiscal year must be filed.”

20 EXTENSION OF, AND IMPROVEMENTS IN, PROGRAM
21 FOR STUDENT LOANS

22 SEC. 4. (a) Subsection (b) (4) of section 740 of such
23 Act is amended by striking out “July 1, 1966” and inserting
24 in lieu thereof “July 1, 1971”.

25 (b) Subsection (a) of section 741 of such Act is

1 amended by striking out "may not exceed \$2,000" and in-
2 serting in lieu thereof "may not exceed \$2,500".

3 (c) Subsection (a) of section 742 of such Act is
4 amended (1) by inserting "(other than section 744)" after
5 "to carry out this part", and (2) by striking out that part of
6 the first sentence that follows "June 30, 1966," and inserting
7 in lieu thereof the following: "and such sums as may be nec-
8 essary for the fiscal year ending June 30, 1967, and each
9 of the four succeeding fiscal years. There are further au-
10 thorized to be appropriated to the Secretary such sums for
11 the fiscal year ending June 30, 1972, and each of the two
12 succeeding fiscal years as may be necessary to enable students
13 who have received a loan under this part for any academic
14 year ending before July 1, 1971, to continue or complete
15 their education."

16 (d) Section 743 of such Act is amended by striking out
17 "1969" wherever it appears therein and inserting in lieu
18 thereof "1974."

19 (e) Section 744 of such Act is amended by adding at
20 the end thereof the following new sentences: "There are
21 hereby authorized to be appropriated such sums as may be
22 necessary to carry out the purposes of this section, but not
23 to exceed a total of \$2,500,000. Loans made by the Sur-
24 geon General under this section shall mature within such

1 period as may be determined by the Surgeon General to be
2 appropriate in each case, but not exceeding fifteen years.”

3 TECHNICAL AMENDMENTS

4 SEC. 5. (a) Clause (B) of section 721 (b) (1) of such
5 Act (relating to the accreditation of new schools of medi-
6 cine, etc.) is amended by (1) striking out “, upon comple-
7 tion of such facility,” and (2) inserting the following after
8 “meet the accreditation standards of such bodies”: “(i)
9 prior to the beginning of the academic year following the
10 normal graduation date of the first entering class in such
11 school or (ii) if later, upon completion of the project for
12 which assistance is requested and other projects (if any)
13 under construction or planned and to be commenced within
14 a reasonable time.”

15 (b) Clause (1) of section 843 (f) of such Act (relating
16 to accreditation of new schools of nursing), is amended by
17 striking out “new school” and the remainder of such clause
18 and inserting in lieu thereof the following: “new school
19 (which shall include a school that has not had a sufficient
20 period of operation to be eligible for accreditation), (A)
21 upon completion of such project and other construction
22 projects (if any) then under construction or planned and to
23 be commenced within a reasonable time, or (B) if later,
24 then prior to the beginning of the first academic year fol-

1. lowering the normal graduation date of the first entering class
2. in such school;”.